

December 21, 2021

Notification of CARES Act Inflation and Supply Chain Interruption Assistance:

KIC Shareholders,

At a Special Meeting held on December 15, 2021, the Board of Directors of Kikiktagruk Inupiat Corporation adopted Resolution No. CY 2021-080 "CARES Act Inflation and Supply Chain Interruption Assistance" to address the financial impact experienced by KIC Shareholders as a result of systemic inflation and supply chain interruptions due to the COVID-19 public health emergency. Please see Resolution No. CY2021-80 below:



RESOLUTION NO. CY2021-80
CARES Act Inflation and Supply Chain Interruption Assistance

- WHEREAS, the Board of Directors is elected by and represents the shareholders of Kikiktagruk Inupiat Corporation, and
- WHEREAS, the Board of Directors has determined that shareholders of Kikiktagruk Inupiat Corporation have been impacted by inflation in the national economy from March 1, 2020, through November 30, 2021, resulting in increased costs to shareholders for housing, fuel, electricity, groceries, and other consumer goods during the COVID-19 public health emergency; and
- WHEREAS, the Board of Directors has determined that nationally, consumer prices increased 6.8% from November 2020, to November 2021, the largest 12-month increase since June 1982, based on publicly available data from the United States Bureau of Labor Statistics; and
- WHEREAS, the Board of Directors has determined that inflation in the national economy from March 1, 2020, through December 1, 2021, is due to the COVID-19 public health emergency, consistent with statements from Treasury Secretary Janet Yellen that the COVID-19 "pandemic is really responsible, in its impact for the inflation we're seeing," and that "the cause of this inflation is the pandemic," and
- WHEREAS, the Board of Directors has determined that the supply chain interruption caused by the pandemic has led to a substantial increase in the cost of goods going to various locations, especially in rural Alaska; and
- WHEREAS, the Board of Directors wishes to disburse to its Shareholders, consistent with the requirements of Section 601 of the Social Security Act and guidance from the United States Department of the Treasury, an amount individually certified by shareholders of Kikiktagruk Inupiat Corporation to be necessary to offset the economic impacts of inflation and supply chain interruption, up to \$500.00 per shareholder, to be distributed prior to March 31, 2022, based on shareholders of record over the age of 18 as of December 14, 2021;
- THEREFORE BE IT RESOLVED that the Board of Directors approves and directs management to take actions required to obligate the following funds from the KIC CARES Act account to individual shareholders that have or will attest to an individual impact:

Funds to Shareholders in an amount not to exceed ~~\$500.00~~ (for shareholders over the age of 18 as of December 14, 2021) based upon the impact of inflation and supply chain interruption caused by the COVID-19 pandemic.

THEREFORE BE IT FURTHER RESOLVED, that the CEO is authorized to initiate any necessary actions prior to December 31, 2021, in order to pay the distribution.

Adopted this 15th day of December, 2021 at a duly called meeting where a quorum was present by a vote of 7 directors for, 0 directors against, and 0 directors not voting.



Harold Lambert, Chair

CERTIFICATE

The undersigned, Kathleen Sherman, Secretary of Kikiktagruk Inupiat Corporation, an Alaskan Corporation, does hereby certify that the foregoing was adopted at a meeting of the Board of Directors of said CORPORATION duly called and held on the 15th day of December 2021.

Attest: 
Kathleen Sherman, Secretary

Dated this 15th day of December, 2021, at Kotzebue, AK

It is KIC's intent to disburse checks by December 31, 2021. It is important to note that, as a condition of the disbursement, individuals receiving checks will be required to attest as follows;

“By receiving and endorsing this check, I attest that I have incurred increased costs of at least \$500 from inflation and supply chain interruption caused by the COVID-19 pandemic between March 1, 2020, and Nov 30, 2021.”

This statement will appear on the check that you receive. If you determine that you have not incurred increased costs of at least \$500 due to Covid-19 related inflation or supply chain disruptions, then you are not required to accept the disbursement and should not endorse or deposit the check.

While this disbursement may not fully address the COVID-related financial hardships experienced to date and continuing into the foreseeable future, it is the sincere hope of the KIC Board of Directors that it provides some relief to our Shareholders.

On behalf of the Kikiktagruk Inupiat Corporation Board of Directors,

Harold Lambert



Chairman-KIC Board of Directors

